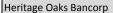


(Include Holding Company Where Applicable)





Point of Contact:	Tom Tolda (805-369-5107)	RSSD: (For Bank Holding Companies)	2253529
UST Sequence Number:	607	Docket Number: (For Thrift Holding Companies)	
CPP/CDCI Funds Received:	21,000,000	FDIC Certificate Number: (For Depository Institutions)	24229
CPP/CDCI Funds Repaid to Date:	947,500	Credit Union Charter Number: (For Credit Unions)	
Date Funded (first funding):	March 20, 2009	City:	Paso Robles
Date Repaid ¹ :	N/A	State:	California

¹If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

Х	Increase lending or reduce lending less than otherwise would have occurred.	
	CPP funds have provided additional capital support for lending that, in its absence, likely would have constrained lending activities both	
	in terms of volume of new lending and the ability to renew existing credits.	



NAME OF INSTITUTION

Her	Heritage Oaks Bancorp	
	To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mortgage loans, commercial mortgage loans, small business loans, etc.).	
	In 2011 the Bank grew Commercial Mortgages, up \$8.9 million to \$357.5 million; Single Family Construction, up \$1.5 million to \$13.0 million and Agricultural Loans, up \$572 thousand to \$15.7 million. Overall, the loan portfolio declined \$31million large due to sale of problem loans.	
X	Increase securities purchased (ABS, MBS, etc.).	
	Investment securities in 2011 increased \$10.4 million to \$236.2 million largely due to decline in the loan portfolio. The increase in securities is largely attributable to purchasing corporate debt.	
	Make other investments.	



NAME OF INSTITUTION

Her	Heritage Oaks Bancorp		
	Increase reserves for non-performing assets.		
	· · · ·		
Х	Reduce borrowings.		
	CPP funds helped to minimize borrowings as the Bank increased borrowings \$6.5 million in 2011.		
	Increase charge-offs.		







(111)	(Include Holding Company Where Applicable)		
Не	Heritage Oaks Bancorp		
	Purchase another financial institution or purchase assets from another financial institution.		
,			
	Held as non-leveraged increase to total capital.		



NAME OF INSTITUTION

Heritage Oaks Bancorp	
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What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?
Both the Holding Company and the Bank were much more able to withstand the negative effects of recession with CPP funds which allowed
the Company to raise private capital in the equities market. In March, 2010 Heritage Oaks Bancorp raised \$60 million through issuance of
new common stock. Both CPP and the additional capital from the common stock issuance helped to ensure that the Bank and its Holding
Company remained well capitalized for our depositors. In 2011 the Company returned to profitability.
company remained went capitalized for our depositors. In 2011 the company returned to promability.



NAME OF INSTITUTION

Heritage Oa	ks Bancorp	

What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?				
The U.S. Treasury's approval and our receipt of CPP funds helped to strengthen capital and provided greater assurance to depositors and				
investors that the Bank could weather the economic down-turn experienced over the last few years. This market confidence helped position				
the Bank for raising \$60 million of private capital in March, 2010.				



NAME OF INSTITUTION

(Include Holding Company	Where Applicable)
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Heritage Oaks Bancorp	
Heritage Oaks ballculp	
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Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.			
Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds. CPP funds contributed to adding liquidity at a critical time in 2009 when markets were freezing up.			